

FISCAL NOTE

SB 2436 - HB 2767

March 26, 1998

SUMMARY OF BILL: Removes tort liability limits for government entities falling under the Governmental Tort Liability Act and provides that such entities may purchase insurance to cover risk.

ESTIMATED FISCAL IMPACT:

Increase Local Govt. Expenditures* - Exceeds \$5,000,000

Cost estimate assumes a significant increase in insurance premiums for local governments or a significant increase in payments for local governments that are self funded.

Bill does not impact the state's claims program that is governed by limits set forth in TCA 9-8-307(3)(e).

**Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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